DEPARTMENT OF FOOD AND AGRICULTURE

PROPOSED CHANGES IN THE REGULATIONS

Title 3, California Code of Regulations

Section 3417(b), Mexican Fruit Fly Interior Quarantine

INITIAL STATEMENT OF REASONS/

POLICY STATEMENT OVERVIEW

Description of the Public Problem, Administrative Requirement, or Other Condition or Circumstance the

Regulation is Intended to Address

These regulations are intended to address the obligation of the Secretary of Food and Agriculture to protect the

agricultural industry of California from the movement and spread within California of injurious plant pests.

Specific Purpose and Factual Basis

The specific purpose of Section 3417 is to provide for the State to regulate the movement and possible carriers of

Mexican fruit fly from the area under quarantine to prevent the artificial spread of the fly to noninfested areas to

protect California's agricultural industry.

The factual basis for the determination by the Department that the emergency amendment of Section 3417(b) is

necessary is as follows:

Mexican fruit fly is a destructive insect pest of innumerable commercial agricultural crops. Many kinds of fruit,

including apple, apricot, avocado, citrus (except lemon and sour lime), guava, nectarine, peach, pear, plum, and

pomegranate, and the fruiting bodies of some wild and ornamental plants are known to be hosts or possible hosts

of the Mexican fruit fly. Larval feeding reduces the interior of fruit to a rotten mass. Egg punctures admit decay

organisms that cause tissue breakdown. Damaged fruit is generally unfit for human consumption. Movement of

hosts infested with the larvae of the fly can artificially spread the fly.

A mated female Mexican fruit fly has recently been detected at a new location in the Valley Center area of the

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County of San Diego. The detection of a mated female adult Mexican fruit fly is indicative of an incipient infestation. On January 10, 2003, the mated female Mexican fruit fly was taken from a trap on a property located just outside the southeast corner of the current epicenter of the existing Mexican fruit fly infestation in the Valley Center area of San Diego County. The detection of this mated female is indicative of an expansion of the existing incipient infestation of Mexican fruit fly in the Valley Center area of San Diego County. This mated female was trapped within approximately three miles of the existing quarantine boundary.

The quarantine area includes this new property as an epicenter and a buffer zone extending approximately 4-1/2 miles in each direction from these epicenters. A buffer zone is necessary because the fly can spread naturally (as well as artificially in infested hosts). The boundary line was drawn jointly by the United States Department of Agriculture, the California Department of Agriculture, and the San Diego County Agricultural Commissioner and is considered the minimum area around the infested property that should be regulated to prevent artificial spread of Mexican fruit fly to noninfested areas. Every effort has been made to ensure the quarantine boundary line followed easily identifiable markers such as highways, roads, county boundary lines, national park boundary lines, etc.

If the fly were allowed to spread and become established in host fruit production areas, California's agricultural industry would suffer losses due to increased pesticide use, decreased production of marketable fruit, and loss of markets if the United States Department of Agriculture or other states or countries enact quarantine against California products which can host and carry the fly. It is estimated that the establishment of Mexican fruit fly could cost an additional \$124 million per year in increased production costs. Mexican fruit fly has been introduced into California a number of times, through the movement of prohibited host fruits and vegetables into the State, and has always been successfully eradicated.

The emergency amendment of Section 3417(b) established approximately 13 square miles to the existing quarantine area (approximately 117 square miles) in the Valley Center area of San Diego County as the area under quarantine for Mexican fruit fly. To protect California's agricultural industry, it is necessary immediately to regulate the movement of hosts that can carry the fly from, into and within the infested area

and a surrounding buffer area to prevent artificial spread of the fly to noninfested areas. Therefore, it is necessary to amend this regulation to establish a new quarantine area in the Valley Center area of San Diego County as an emergency action.

## Estimated Cost or Savings to Public Agencies or Affected Private Individuals or Entities

The Department of Food and Agriculture has determined that Section 3417 does not impose a mandate on local agencies or school districts, except that agricultural commissioners of counties under quarantine have a duty to enforce it. No reimbursement is required under Section 17561 of the Government Code because the Agricultural Commissioner of San Diego County requested the change in the regulations.

The Department also has determined that no savings or increased costs to any state agency, no reimbursable costs or savings under Part 7 (commencing with Section 17500) of Division 4 of the Government Code to local agencies or school districts, no nondiscretionary costs or savings to local agencies or school districts, and no costs or savings in federal funding to the State will result from the proposed action.

The statewide cost impact of the changes in the regulations on private persons or businesses is not expected to be significantly adverse. The cost impacts on some private persons or businesses may be significantly adverse if they are producing host commodities within the regulated area.

The Department has determined that the proposed action will not have a significant statewide adverse economic impact on housing costs or California businesses, including the ability of California businesses to compete with businesses in other states. The Department's determination that this action will not have a statewide significant adverse economic impact on businesses was based on the following:

Within the quarantine area, the Department has identified one fruit seller/vendor. This business must maintain quarantine commodities in a manner that precludes exposure to Mexican fruit fly. Approved safeguards include maintaining the commodities indoors, in coolers, in plastic bags, enclosed behind window screen, or covered with

fine mesh or plastic. All of these methods are very inexpensive. This

business may experience a reduction in sales and reduced shelf life of the commodities. Neither of these reductions would represent a significant economic impact.

The Department has identified approximately 19 conventional growers within the expanded quarantine area. Host fruit from growers located outside the core area (a one mile area surrounding the infested sites) must under go an approved quarantine treatment prior to being certified for movement outside the regulated area. The most commonly used approved quarantine treatments include bait spray treatment using either Malathion or GF-120NF Naturalyte (organic pesticide) or fumigation with methyl bromide. Malathion bait spray aerial treatment costs are approximately \$23 per acre and ground treatment costs are approximately \$6 per acre. GF-120 NF Naturalyte (organic) bait spray aerial treatment costs are approximately \$30 per acre and ground treatment costs are approximately \$10 per acre. The number of applications using either material is dependent upon how the temperature affects the projected life cycle of the flies. Currently, approximately 10 applications are required to obtain certification. Spray applications may be made by a commercial applicator or by the growers. Growers routinely spray for other plant pests so the additional applications would not be a significant expense. Growers located within the core area only have the quarantine treatment options of cold treatment, fumigation or processing for host material. Host material produced in the core area is considered to be a higher risk due to its proximity to the known infested sites. The Department identified approximately 110 growers in the new core area surrounding the property where the mated female Mexican fruit fly was trapped. Fumigation costs are approximately \$0.015 per pound of product. The costs for cold treatment are unknown at this time.

The Department has identified one organic grower outside the core area with host commodities. Approved quarantine treatments that would not affect the "organic" status of the commodity include cold treatment or treatment as previously described with GF-120 NF Naturalyte. Spray applications may be made by a commercial applicator or by the grower.

The Department has identified one packer and it is estimated that the additional costs for each of this business may

be approximately \$200. Businesses transporting or receiving host produce must maintain the quarantine commodities in a manner that precludes exposure to Mexican fruit fly. Approved safeguards

include maintaining the commodities in refrigerated coolers, in plastic bags, or covered with fine mesh or plastic. All of these methods are relatively inexpensive.

There are 10 nurseries in the area under quarantine that must treat the soil of host plants and strip the fruit of host plants before they may be moved from or within the area under quarantine. The required treatment is a soil drench with diazinon. This treatment does not have to be repeated if the fruit is kept stripped from the plants. The cost of the treatment is low and existing nursery personnel perform the treatment and fruit stripping. The fruit is placed in plastic bags for landfill disposal. The plastic bags are inexpensive and the extra material for landfill disposal does not add appreciably to their existing disposal costs.

Many businesses have benefited from the sales of safeguarding materials and others have benefited from Mexican fruit fly expenditures by State and Federal governments.

Based on the above information, it was determined that the amendment of Section 3417(b) may have a significant adverse economic impact on some businesses located within the quarantine area, including the ability of those businesses to compete with businesses in other states. All costs generally associated with compliance with the regulation are generally low and, for the most part, a number of optional ways to comply are available to businesses so they may select the means with the lowest cost and easiest implementation for them.

## Assessment

The Department has made an assessment that the amendment to this regulation would <u>not</u> (1) create or eliminate jobs within California, (2) create new business or eliminate existing businesses within California, or (3) affect the expansion of businesses currently doing business within California.

## Alternatives Considered

The Department of Food and Agriculture must determine that no alternative considered would be more effective in carrying out the purpose for which the action is proposed or would be as effective and less burdensome to affected private persons than the proposed action.

## Information Relied Upon

The Department is relying upon the following studies, reports, and documents in the amendment of Section 3417(b):

"Annual Estimated Economic Impact – Valley Center Area, San Diego County, Mexican Fruit Fly Interior Quarantine," California Department of Food and Agriculture, Plant Health and Pest Prevention Services, Permits and Regulations, February 26, 2003

"Establishments Affected by the Mexican Fruit Fly Interior Quarantine, Valley Center Area, San Diego County," California Department of Food and Agriculture, Plant Health and Pest Prevention Services, Permits and Regulations, February 26, 2003.

"Annual Fruit Fly Quarantine Cost Basis," California Department of Food and Agriculture, Plant Health and Pest Prevention Services, Permits and Regulations, February 26, 2003.

E-mail dated February 26, 2003 to Steve Brown from Muhammad I. Azhar

E-mail dated February 26, 2003 to Steve Brown from Muhammad I. Azhar and its attachment, Owners in Extended Core Area."

E-mail dated February 15, 2003 to Steve Brown from Muhammad I. Azhar and its attachment, "Establishments affected by extended quarantine boundaries."

Letter of January 22, 2003 to The Honorable William Lyons Jr. from Kathleen A. Thuner.

Pest and Damage Record #P136727 (January 10, 2003), California Department of Food and Agriculture.